2007-05280/

Government of Canada Securities

A Publication of the Department of Finance

January 2003

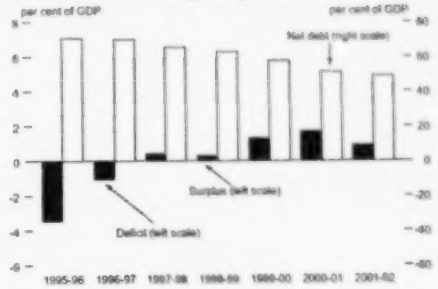
Canadian Economy

Selected Canadian economic statistics

	2000	2001	2002 Q1	2002 Q2	2002 Q3
Annualized growth rates			(per cent)		
Real GDP	4.5	1.5	5.7	4.4	3.1
Final domestic demand	4.0	2.5	3.7	4.4	2
Employment growth	2.6	1.1	2.8	3.7	3.4
Other					
Unemployment rate	6.8	7.2	7.8	7.6	7.6
Current account balance (percentage of GDP)	2.6	2.8	1.9	1.7	1.8

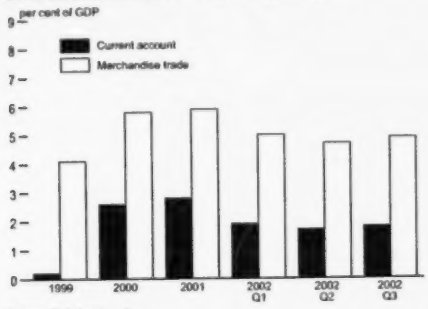
Source: Statistics Canada.

Government of Canada net debt and budgetary balance



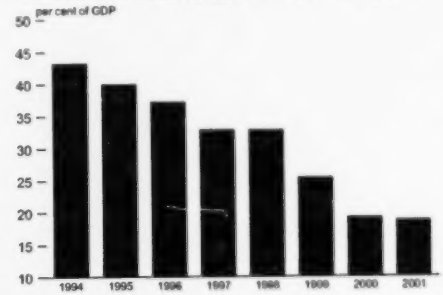
Source: Department of Finance.

Canada's current account balance and merchandise trade balance



Source: Statistics Canada.

Canada's net international liabilities



Source: Statistics Canada.

Upcoming economic data releases of interest

January

November Real GDP
(January 31)

February

January Labour Force Survey
(February 7)

January CPI
(February 27)

December Real GDP
(February 28)

National Economic and Financial Accounts
September-December 2002
(February 28)

March

February Labour Force Survey
(March 7)

February CPI
(March 21)

January Real GDP
(March 31)

Canada

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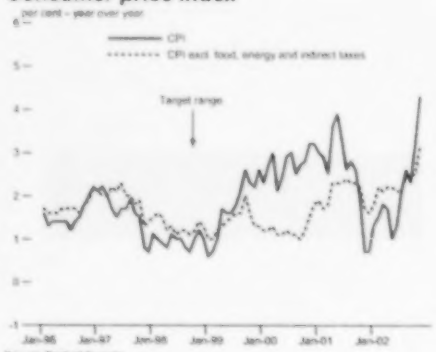
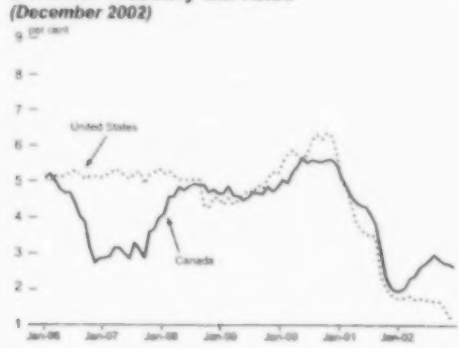
Canadian Economy

Consumer price index



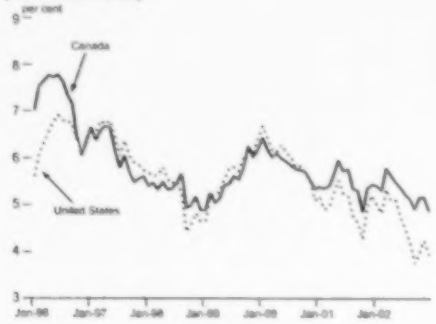
Source: Bank of Canada

3-month Treasury bill rates
(December 2002)



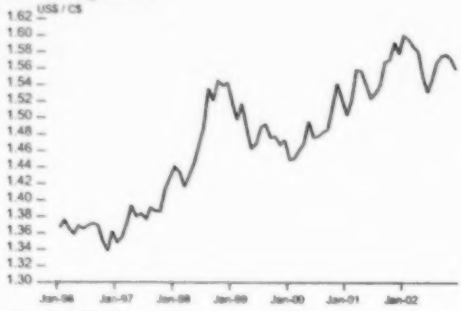
Sources: Bank of Canada and Federal Reserve

10-year government bond rates
(December 2002)



Sources: Bank of Canada and Federal Reserve

Exchange rate



Source: Bank of Canada

Monetary conditions index

Source: Bank of Canada

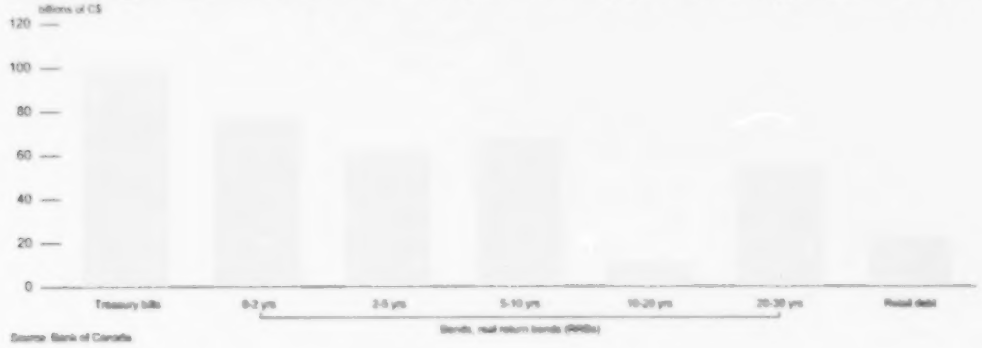
Canadian monetary aggregates

Source: Bank of Canada

Government of Canada Securities

Primary Market

Outstanding Government of Canada Treasury bills, bonds (by term maturity) and retail debt



Source: Bank of Canada

Recent Government of Canada bond auction results

Auction date	Term	Maturity date	Coupon rate	Issue amount	Average price	Average yield	Auction coverage*	Tail**
	(years)		(%)	(millions of dollars)		(%)		(basis points)
Jan. 15, 2003	30	June 1, 2033	5.75	1,700	104.162	5.467	2.6	0.6
Dec. 4, 2002	30	Dec. 1, 2031	4***	400	110.807	3.410	2.998	n/a
Nov. 27, 2002	2	June 1, 2005	3.5	3,500	99.500	3.711	2.419	0.9
Nov. 13, 2002	5	Sept. 1, 2008	4.25	2,400	98.780	4.493	2.285	0.5
Oct. 30, 2002	10	June 1, 2013	5.25	2,400	99.476	5.316	2.277	1

*Coverage is defined as the ratio of total bids at auction to the amount auctioned.

**Tail is defined as the high accepted yield minus the average yield.

***RRB.

Source: Bank of Canada.

Upcoming Government of Canada bond auctions

Type of issue	Auction date (2003)	Further details of issue (2003)	Dated and delivered (2003)	Amount maturing*
				(millions of dollars)
10-year auction	February 5	January 30	February 10	–
5-year auction	February 19	February 13	February 24	–
2-year auction	March 5	February 27	March 7	–
30-year RRB auction	March 12	March 6	March 17	–

Note: In addition, this quarter eight operations are planned under the Government of Canada bond repurchase program. Four repurchase operations will be held in conjunction with each nominal bond auction, and four pilot switch repurchase operations will take place: one on January 30 in the 2-year sector, one on February 26 in the 30-year sector, one on March 19 in the 10-year sector, and one on March 26 in the 5-year sector. Further details will be released on the Thursday prior to these operations. The target amount for repurchase this quarter is $3.6 billion.

* Maturity of $1,733 million on February 3, 2003.

Source: Bank of Canada.

Government of Canada Securities

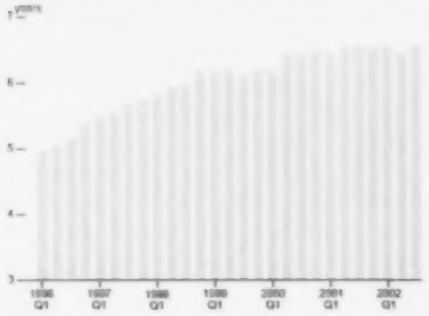
Primary Market

Government of Canada bond market benchmarks

Term	Maturity	Coupon	Amount outstanding	Yield (Jan. 15, 2003)
		(%)	(millions of dollars)	(%)
Fixed-coupon				
2-year	Dec. 1, 2004	4.25	6,500	3.30
5-year	Sept. 1, 2007	4.50	10,400	4.16
10-year	June 1, 2012	5.25	11,600	5.01
30-year	June 1, 2029	5.75	13,900	5.49
Real return				
30-year	Dec. 1, 2026	4.25	5,250	3.23

Source: Department of Finance.

Average term to maturity of Government of Canada marketable debt



Source: Bank of Canada.

Upcoming Government of Canada marketable bond maturities

January-March 2003	April-June 2003	July-September 2003	October-December 2003
	(millions of dollars)		
1,733	10,543	8,760	15,345

Outstanding Government of Canada foreign currency debt (as of November 30, 2002)

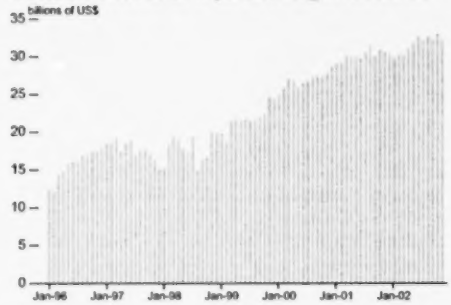
	(C$ millions)*
Canada bills	2,662
Canada notes	1,275
Outstanding under EMTN program	3,227
5⅛% US$ bonds maturing February 19, 2003	3,130
6⅛% US$ bonds maturing November 30, 2004	3,130
6¼% US$ bonds maturing July 21, 2005	2,348
6¼% US$ bonds maturing August 28, 2006	1,565
6¼% NZ$ bonds maturing October 3, 2007	390
4¼% EUR bonds maturing July 7, 2008**	3,180
5¼% US$ bonds maturing November 5, 2008	3,913

*At par value, adjusted for exchange rates as of November 29, 2002.

**Original issue in Deutsche Marks was redenominated into euro on February 19, 1999.

Source: Bank of Canada.

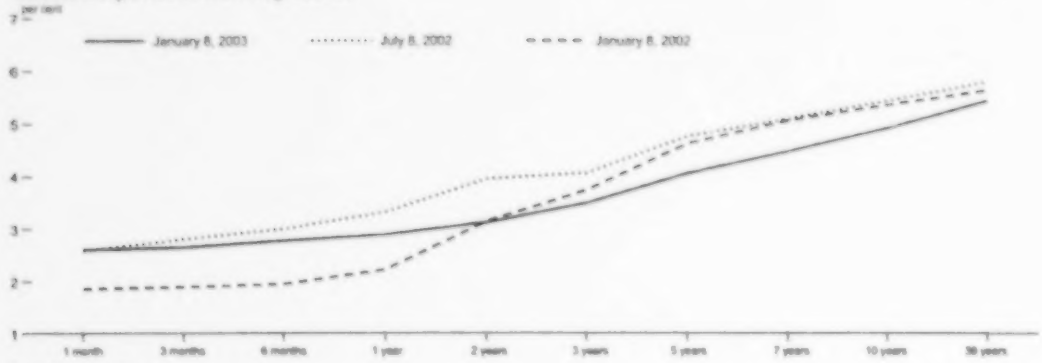
Canada's level of liquid foreign reserves



Source: Bank of Canada.

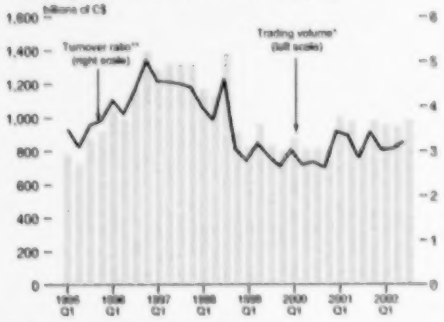
Secondary Market

Canadian yield-to-maturity curve



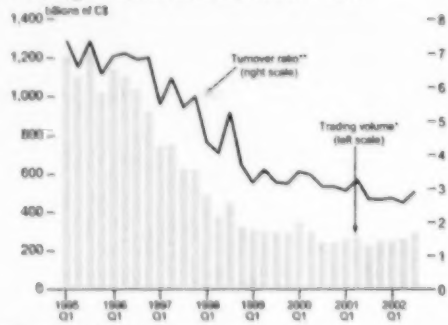
Source: Bank of Canada

Government of Canada bonds trading volume and turnover ratio



*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada

Government of Canada Treasury bills trading volume and turnover ratio



*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada

Government securities distributors

- Bank of Montreal (Treasury bills only)
- Beacon Securities Limited
- BMO Nesbitt Burns Inc. (marketable bonds only)
- Canaccord Capital Corp.
- Canadian Imperial Bank of Commerce (Treasury bills only)
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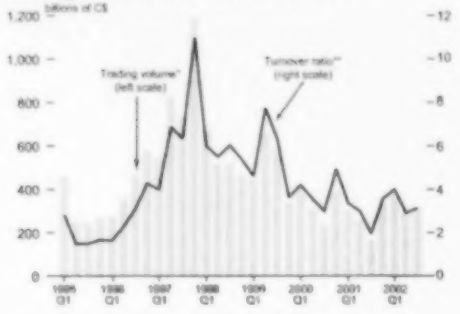
Government of Canada Securities

Secondary Market

Government of Canada bond repos trading volume and turnover ratio

*Trading volume is total trading volume in each quarter.
**Turnover ratio = total trading volume in each quarter/stock.
Source: Bank of Canada.

Government of Canada Treasury bill repos trading volume and turnover ratio



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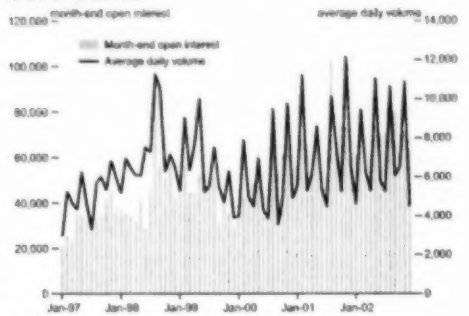
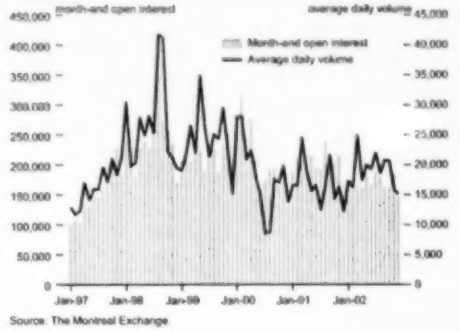
Source: Bank of Canada.

10-year Government of Canada bond futures



Source: The Montreal Exchange

3-month bankers acceptance futures



Source: The Montreal Exchange

Government of Canada long-term credit ratings

	Standard & Poor's Current	Moody's Investors Service Current	Dominion Bond Rating Service Current
Domestic debt	**AAA**	**Aaa**	**AAA**
– Trend	Stable	Stable	Stable
Foreign debt	**AAA**	**Aaa**	**AAA**
– Trend	Stable	Stable	Stable

This publication is also available on the Internet at www.fin.gc.ca.
Except as noted, the information in *Government of Canada Securities* is based upon data available as of January 8, 2003.
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